KAT23497 633 S.L.C.

118TH CONGRESS 1ST SESSION S.	
To amend the Clean Air Act to create additional opportunities for smarefineries to generate credits under the Renewable Fuel Program, an for other purposes.	
IN THE SENATE OF THE UNITED STATES	
Ms. Lummis introduced the following bill; which was read twice and referred to the Committee on	

A BILL

To amend the Clean Air Act to create additional opportunities for small refineries to generate credits under the Renewable Fuel Program, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- This Act may be cited as the "Small Refinery Relief 4
- Act of 2023".

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1	SEC. 2. GENERATION OF CREDITS BY SMALL REFINERIES
2	UNDER THE RENEWABLE FUEL PROGRAM.
3	(a) In General.—Section 211(o)(9) of the Clean
4	Air Act (42 U.S.C. $7545(0)(9)$) is amended by adding at
5	the end the following:
6	"(E) CREDIT GENERATION AND RENEW-
7	ABLE VOLUME OBLIGATION CALCULATION FOR
8	SMALL REFINERIES.—
9	"(i) Credit Generation.—
10	"(I) In general.—A small re-
11	finery shall, for purposes of complying
12	with paragraph (2), generate credits
13	under paragraph (5) at the following
14	rates:
15	"(aa) For renewable fuel,
16	1.5 credits shall be generated for
17	each gallon of gasoline blended
18	with ethanol.
19	"(bb) For biomass-based
20	diesel, 2.0 credits shall be gen-
21	erated for each gallon of diesel
22	blended with biodiesel.
23	"(II) Blending locations.—
24	For purposes of the credit generation
25	described in items (aa) and (bb) of

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1	subclause (I), blending may occur
2	at—
3	"(aa) the small refinery; or
4	"(bb) any downstream cor-
5	porate affiliate of the small refin-
6	ery that has the necessary blend-
7	ing infrastructure.
8	"(ii) Renewable volume obliga-
9	TIONS.—
10	"(I) In General.—The Admin-
11	istrator shall revise subpart M of part
12	80 of title 40, Code of Federal Regu-
13	lations (or successor regulations), to
14	require that the annual renewable vol-
15	ume obligation for a small refinery
16	under that subpart shall be calculated
17	based on 50 percent of the annual
18	gasoline production and 30 percent of
19	the annual diesel production of the
20	small refinery.
21	"(II) Excess blending.—Any
22	blending in excess of the annual re-
23	newable volume obligation for a small
24	refinery described in subclause (I)
25	shall generate credits that may be

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1	used for compliance or sale in accord-
2	ance with the generation rates de-
3	scribed in items (aa) and (bb) of
4	clause (i)(I).".
5	(b) Conforming Amendment.—Section
6	211(0)(5)(A)(iii) of the Clean Air Act (42 U.S.C.
7	7545(0)(5)(A)(iii)) is amended by striking "paragraph
8	(9)(C)" and inserting "subparagraphs (C) and (E)(i) of
9	paragraph (9)".